



DFAS-DFM

DEFENSE FINANCE AND ACCOUNTING SERVICE

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APR 26 2001



MEMORANDUM FOR OFFICE OF THE UNDER SECRETARY OF DEFENSE
(COMPTROLLER)(ODCFO)(FP)
DIRECTOR, MILITARY PAY OPERATIONS, DEFENSE
FINANCE AND ACCOUNTING SERVICE (DFAS-PM/CL)

SUBJECT: Interim Change to the Department of Defense Financial Management Regulation (DoDFMR), Volume 7, Part A, Regarding Servicemembers Group Life Insurance (SGLI) (DFAS Item K-4)

The attached is Interim Change Number 16-01 to Chapters 47 and 58 of the DoDFMR, Volume 7A which raises the automatic coverage of SGLI from \$200,000 to \$250,000, unless a member elects a lower amount. This change is effective April 1, 2001.

We have evaluated your comments on the proposed change and included your comments where appropriate. Assignment of the interim change is your authority to initiate procedural modifications to implement this change. Use the attached to initiate formal change to the DoDFMR, Volume 7A.

for Gloria D. Harris
Jerry S. Hinton
Director for Finance

Attachments:
As stated

cc: DASD (MMP)(Comp)
OUSD(C)(ODCFO)(FD)
ODGC (F)
DFAS-GAM/DE
DFAS-DDM/CL
DFAS-PMA/CL
DFAS-PMJE/DE
Services Liaisons
USCG/NOAA/PHS Liaisons

1. Revise paragraph 470301 to read:

“470301. Basic Coverage. Effective April 1, 2001, this program automatically insures eligible members against death in the amount of \$250,000 when the member is performing active duty or active duty for training for an ordered period of more than 30 days, or while on full-time duty as a cadet or midshipman at a Service Academy. All Selected Reservists and any other Ready Reserve members who are assigned or attached to a unit or position that may require performing active duty or active duty for training and that will be scheduled to perform at least 12 periods of inactive duty for training annually are also covered full-time (includes, but is not limited to training and retired categories A, B, C, D, F, H, L, P, Q, T, and U). Members may elect coverage for an amount less than \$250,000, in \$10,000 increments, or may elect to waive coverage.”

2. Table 47-1, Note 5, revise to read:

“5. Any previous election not to be insured or to be insured for less than \$250,000 is canceled. Maximum basic coverage is automatically in effect unless member again elects not to be insured or to be insured in a reduced amount.”

3. Paragraph 580106.C.3, revise to read:

“3. SGLI premium of \$.50 or \$1.00. A member who perform muster duty is covered part-time under the SGLI Program. The cost is \$.50 for \$100,000 and \$1.00 for \$250,000 coverage, unless the member elects to decline the coverage. See Table 47-1 for coverage effective dates.

4. Paragraph 580108.C.2, revise to read:

“2. SGLI premium of \$.50 or \$1.00. An IRR and retired reserve member who does not have SGLI coverage may elect part-time SGLI coverage when performing funeral honors duty. The cost is \$.50 for \$100,000 and \$1.00 for \$250,000 coverage, unless the member elects to decline the coverage. See Table 47-1 for coverage effective dates.

5. Paragraph 580702.A., revise to read:

“A. Basic Coverage. Effective April 1, 2001, this program automatically insures eligible members against death in the amount of \$250,000. Part-time coverage is available to certain eligible members of the Ready Reserve who do not qualify for full-time coverage while performing active duty or active duty for training under calls or orders specifying periods of less than 31 days. Members may elect coverage for less than \$250,000, in \$10,000 increments, or may elect to decline coverage.”

6. Paragraph 580702.B., revise to read:

“B. Change in Coverage. A member who is covered for an amount less than maximum SGLI coverage may later apply for increased coverage in writing, in an amount of up to \$250,000 with proof of good health. See Table 47-1, note 7, for the only exception to the proof of good health requirement.

7. Add the following to the Bibliography.**PARAGRAPH****REFERENCE**

470301 Add

Public Law 106-419, section 312
Nov 1, 2000
OASD(FMP)(MPP) Memorandum,
Mar 12, 2001

580702 Add

Public Law 106-419, section 312,
Nov 1, 2000
OASD(FMP)(MPP) Memorandum,
Mar 12, 2001